



Consideration of Electronic Waste Recycling Consumer Fee Levels



The Electronic Waste Recycling Act of 2003

- ❑ To finance the end-of-life management of certain CEDs
- ❑ Is financed by Electronic Waste Recycling Fee
- ❑ CalRecycle has the responsibility to evaluate the fund solvency and adjust the fee levels
- ❑ Adjustments must be determined by August 1, 2016 and will become effective on January 1, 2017.



Assessment of the Electronic Waste Fund

- ❑ Expected expenditure demand
- ❑ Revenue needs to ensure continued program solvency
- ❑ CED sales projections
- ❑ The fee structure for an adequate and stable revenue levels

Assessment Result

- ❑ Not sufficient funds to retain the current fee structure
- ❑ Increasing fee levels to a \$5, \$6, and \$7 structure to continue program operation

| Fee scale | \$3 , \$4 , \$5 | \$5 , \$6 , \$7 |
|----------------------|-----------------|-----------------|
| Average Fee | \$3.55 | \$5.47 |
| Revenue | \$57,5 M | \$89.2 M |
| Expenditure | \$113.8 M | \$113,8 M |
| Fund Balance 2017/18 | (\$11,2 M) | \$33.7 M |
| Fund Balance 2018/19 | (\$67,3 M) | \$9.2 M |